

STATE OF WASHINGTON



OFFICE OF
INSURANCE COMMISSIONER

In the Matter of)
AMERICAN GENERAL LIFE AND) No. D 2000-54
ACCIDENT INSURANCE COMPANY)
) CONSENT ORDER

THIS CAUSE came on for consideration and final agency action by the Washington State Office of the Insurance (hereinafter "OIC"). Upon consideration of the record, and being otherwise fully advised in the premises, the Insurance Commissioner hereby finds:

1. By unanimous Resolution of the National Association of Insurance Commissioners (hereinafter "NAIC"), dated June 12, 2000, the NAIC authorized the Florida Department of Insurance, in consultation with other regulators, to act as primary negotiator in negotiations with AMERICAN GENERAL LIFE AND ACCIDENT INSURANCE COMPANY (hereinafter "AGLA"), seeking a proposed negotiated settlement of issues resulting from claims of racially discriminatory practices by AGLA relating to the sale of industrial life and low value life insurance policies.
2. The aforementioned racially discriminatory practices occurred in all fifty states and the District of Columbia. AGLA is licensed to transact insurance in this state. As affecting this state, the OIC has jurisdiction over the subject matter of this proceeding and AGLA.
3. In accordance with said NAIC Resolution, a proposed settlement has been presented to the OIC, the terms of which are set forth in the Regulatory Settlement Agreement dated June 21, 2000, which has been executed by AGLA and the Florida Department of Insurance, in its capacity as primary negotiator, which is attached hereto as Exhibit "A."
4. Upon review of the Regulatory Settlement Agreement, it is found that it is a fair and proper disposition of the matters addressed therein.

IT IS THEREFORE ORDERED:

The Regulatory Settlement Agreement dated June 21, 2000, Exhibit "A" hereto, is hereby approved, adopted and fully incorporated herein by reference. AGLA shall immediately initiate compliance with all terms and conditions of the Regulatory Settlement as incorporated herein, including payment of the allocated sanction in the amount of \$2,100. All terms and conditions of the Regulatory Settlement Agreement are hereby ORDERED.

ENTERED AT OLYMPIA, WASHINGTON, this 12th day of July, 2000.

DEBORAH SENN
Insurance Commissioner

By:
ROBERT HARKINS
Chief Deputy Insurance Commissioner